

EXECUTIVE SUMMARY FY 2001 DEAPPROPRIATIONS ACT

SENATE FILE 267

TOTAL FY 2001 DEAPPROPRIATIONS AND SUPPLEMENTAL APPROPRIATIONS

- Deappropriates a total of \$7.9 million from FY 2001 General Fund appropriations. The deappropriated amount is equal to 0.2% of the current total General Fund appropriated amount of \$4.882 billion.
- Reduces all General Fund appropriations by 1.0% with certain exceptions. *This item was vetoed by the Governor.*
- Allows the Governor to transfer funds pursuant to Section 8.39, Code of Iowa, to adjust the reductions made in this Act.
- Provides a supplemental appropriation of \$142,000.
- Authorized revenue transfers that increase FY 2001 General Fund receipts by \$4.0 million.
- Net impact on the General Fund is \$25.6 million.

DIVISION I – REVENUE AND FINANCE SUPPLEMENTAL

- Appropriates \$142,000 to the Compliance Division of the Department of Revenue and Finance. (Page 1, Line 3)

DIVISION II – TRANSFER OF OTHER FUNDS

- Transfers \$4.0 million from the Enhanced Court Collections Fund to the State General Fund. (Page 1, Line 16)

DIVISION III – ONE PERCENT APPROPRIATION REDUCTION

- Reduces all General Fund appropriations by 1.0% across-the-board. The reductions total \$17.2 million. Exempts specified appropriations from the 1.0% reduction. (Page 1, Line 26) *This item was vetoed by the Governor.*
- Makes selected deappropriations of \$4.5 million in Divisions IV through IX of the Act and applies the 1.0% across-the-board reduction to the net appropriation amount. (Page 1, Line 26)
- Deappropriates \$700 from the Capitol Planning Commission. (Page 4, Line 19)

DIVISION IV – ADMINISTRATION AND REGULATION

DIVISION V – AGRICULTURE AND NATURAL RESOURCES

- Deappropriates \$550,000 from the Soil Conservation Division of the Department of Agriculture and Land Stewardship. (Page 4, Line 29)
- Deappropriates \$500,000 from the Statewide Voluntary Farm Management Demonstration Program. (Page 5, Line 4)
- Deappropriates \$50,000 from grants associated with the Voluntary Farm Management Demonstration Program. (Page 5, Line 12)
- Appropriates \$550,000 from the Environment First Fund to the Soil Conservation Division. (Page 5, Line 17)

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DIVISION VI – ECONOMIC DEVELOPMENT

- Deappropriates \$50,000 from Business Development Operations. (Page 5, Line 27)
- Deappropriates \$50,000 from Community Assistance. (Page 6, Line 2)
- Deappropriates \$50,000 from the Community Development Program. (Page 6, Line 13)
- Deappropriates \$50,000 from Tourism Operations and Advertising. (Page 6, Line 25)
- Deappropriates \$4,000 from the Division of Labor Services in Iowa Workforce Development. (Page 6, Line 35)
- Deappropriates \$100,000 from the School-To-Career Program in the Department of Workforce Development. (Page 7, Line 14)

DIVISION VII – HUMAN SERVICES

- Deappropriates \$1.3 million from the Healthy and Well Kids in Iowa (HAWK-I) Program. (Page 7, Line 25)
- Deappropriates \$700,000 from State Cases. (Page 7, Line 35)
- Deappropriates \$1.1 million from Mental Health/Mental Retardation/Developmental Disabilities Allowed Growth. (Page 8, Line 12)

DIVISION VII – JUDICIAL BRANCH

- Deappropriates \$422,000 from the Enhanced Court Collections Fund. (Page 8, Line 32)
- Changes the employer contribution to the Judicial Branch Retirement Fund from 23.7% to 16.6%. (Page 9, Line 10) *This item was vetoed by the Governor.*

DIVISION VII – TRANSPORTATION

- Deappropriates \$40,000 from the Aviation Assistance Program. (Page 9, Line 30)
- Deappropriates \$60,000 from the Rail Assistance Program. (Page 10, Line 3)

DIVISION XII – EFFECTIVE DATE ENACTMENT DATE

- Specified that all Sections of this Act take effect upon enactment. (Page 10, Line 9)
- The Act was approved by the General Assembly on March 13, 2001, and was item vetoed and signed by the Governor on March 13, 2001.

GOVERNOR'S VETOES

- The Governor vetoed language relating to a 1.0% reduction of most general fund appropriations totaling approximately \$16.3 million. The Governor indicated that education and human services areas would have received most of the reductions. (Page 1, Line 26)
- The Governor vetoed language relating to the reduction of the State's contribution to the Judicial Retirement Fund during current and future fiscal years totaling approximately \$1.3 million. The Governor indicated that the reduction would delay the ability of the fund to become fully funded. (Page 9, Line 10)

Senate File 267

Senate File 267 provides for the following changes to the Code of Iowa.

Page #	Line #	Bill Section	Action	Code Section	Description
1	3	1	Amends	Sec. 28, Chapter 1231, 2000 Iowa Acts	Compliance Division of the Department of Revenue and Finance
1	16	2	Nwthstnd	Sec. 602.1304(2)	Enhanced Court Collections Fund
4	19	4	Amends	Sec. 8.3, Chapter 1231, 2000 Iowa Acts	Capitol Planning Commission
4	29	5	Amends	Sec. 1.4(a), Chapter 1224, 2000 Iowa Acts	Soil Conservation Division
5	4	6	Amends	Sec. 25.3 & 4, Chapter 1225, 2000 Iowa Acts	Environment First Fund
5	27	8	Amends	Sec. 1.2(a)(1-2), Chapter 1230, 2000 Iowa Acts	Business Development Operations
6	2	9	Amends	Sec. 1.3(a), Chapter 1230, 2000 Iowa Acts	Community Assistance Programs
6	13	10	Amends	Sec. 1.3(c), Chapter 1230, 2000 Iowa Acts	Community Development Programs
6	25	11	Amends	Sec. 1.5, Chapter 1230, 2000 Iowa Acts	Tourism Operations and Advertising
6	35	12	Amends	Sec. 10.1, Chapter 1230, 2000 Iowa Acts	Labor Services Division
7	14	13	Amends	Sec. 34, Chapter 1230, 2000 Iowa Acts	School-to-Career
7	25	14	Amends	Sec. 11, Chapter 1228, 2000 Iowa Acts	Healthy and Well Kids in Iowa (HAWK-I)
7	35	15	Amends	Sec. 24.1, Chapter 1228, 2000 Iowa Acts	State Cases
8	12	16	Amends	Sec. 1 and 1.4, Chapter 208, 1999 Iowa Acts	Mental Health/Mental Retardation/Developments Disability Risk Pool
8	32	17	Amends	Sec. 23, Chapter 1227, 2000 Iowa Acts	Judicial Retirement Fund
9	10	18	Amends	Sec. 602.9104(4)(b)	Judicial Retirement Fund

Page #	Line #	Bill Section	Action	Code Section	Description
9	30	19	Amends	Sec. 1.1 and 1.2, Chapter 1216, 2000 Iowa Acts	State Aviation Assistance and Railroad Assistance Programs

1 1 DIVISION I
1 2 SUPPLEMENTAL APPROPRIATIONS

1 3 Section 1. DEPARTMENT OF REVENUE AND FINANCE. There is
1 4 appropriated from the general fund of the state to the
1 5 department of revenue and finance for the fiscal year
1 6 beginning July 1, 2000, and ending June 30, 2001, the
1 7 following amount, or so much thereof as is necessary, to be
1 8 used for the purposes designated, in addition to the
1 9 appropriations made for those purposes in 2000 Iowa Acts,
1 10 chapter 1231, section 28:
1 11 For compliance, including salaries, support, maintenance,
1 12 and miscellaneous purposes:
1 13 \$ 142,236

CODE: General Fund supplemental appropriation of \$142,236 to the Compliance Division of the Department of Revenue and Finance.

DETAIL: This is an increase of 1.30% compared to the estimated FY 2001 net appropriation to be used for the administration of the Local Option Sales and Services Taxes.

1 14 DIVISION II
1 15 OTHER FUNDS

1 16 Sec. 2. ENHANCED COURT COLLECTIONS FUND. Notwithstanding
1 17 section 602.1304, subsection 2, for the fiscal year beginning
1 18 July 1, 2000, the director of revenue and finance shall not
1 19 deposit revenues into the enhanced court collections fund. On
1 20 the effective date of this section, any revenues deposited
1 21 during the fiscal year into the enhanced court collections
1 22 fund before the effective date of this section shall be
1 23 transferred and credited to the general fund of the state.

CODE: Reduces the maximum deposit to the Enhanced Court Collections Fund in FY 2001 to zero by transferring revenues to the General Fund.

FISCAL IMPACT: The Fund's FY 2000 ending balance was \$7,850,000 and the Judicial Branch brought that balance forward to FY 2001. Eliminating FY 2001 receipts to the Fund increases the General Fund's balance by \$4,000,000.

1 24 [DIVISION III
1 25 APPROPRIATIONS REDUCTIONS

VETOED

1 26 Sec. 3. GENERAL REDUCTIONS.
1 27 1. Except as otherwise provided in this section, the
1 28 amounts appropriated from the general fund of the state in
1 29 enactments made for the fiscal year beginning July 1, 2000,
1 30 and ending June 30, 2001, and standing limited and unlimited
1 31 appropriations from the general fund of the state for the
1 32 fiscal year beginning July 1, 2000, and ending June 30, 2001,

Reduces the FY 2001 General Fund appropriations by 1.00%. If an appropriation is reduced by a specific amount in Division IV through IX of this Act, the 1.00% reduction is applied to the net appropriation amount. Specifies that appropriations made to the General Assembly under Section 2.12, Code of Iowa, are exempt from the 1.00% reduction. Also, exempts the appropriations described in Subsection 4 and the appropriations to the Judicial Branch from the 1.00%

1 33 are reduced by 1.00 percent. For an appropriation that is
1 34 reduced to a specific amount in divisions IV through IX of
1 35 this Act, the appropriation reduction required pursuant to
2 1 this section shall be applied to the final appropriation
2 2 amount in divisions IV through IX. However, an appropriation
2 3 made from the general fund of the state for the fiscal year
2 4 beginning July 1, 2000, shall not be reduced if the
2 5 appropriation is any of the following:
2 6 a. An appropriation described or specified in subsection
2 7 4.
2 8 b. An appropriation made in section 2.12.
2 9 c. An appropriation to the judicial branch.
2 10 2. The reduction in appropriations made pursuant to
2 11 subsection 1 shall be carried out by the governor in the
2 12 manner specified in section 8.31, except as provided in
2 13 subsection 4. However, provided that the total amount of the
2 14 reductions required by this section remains unchanged, the
2 15 governor may approve the exercise of transfer authority under
2 16 section 8.39 as necessary to prudently adjust the reductions
2 17 made to individual appropriations and the report required
2 18 under this subsection shall constitute the notice otherwise
2 19 required under section 8.39, subsection 3. Upon
2 20 implementation of the appropriations reductions specified in
2 21 subsection 1, the department of management shall submit a
2 22 report to the chairpersons and ranking members of the
2 23 appropriations committees of each chamber of the general
2 24 assembly specifying how the reductions were applied and if any
2 25 transfers were authorized.
2 26 3. Moneys which become available as a result of the
2 27 appropriations reductions made pursuant to this section shall
2 28 be considered to have reverted to the general fund of the
2 29 state on the effective date of this section.
2 30 4. The appropriations reductions made in subsection 1
2 31 shall not be applied to the appropriations made from the
2 32 general fund of the state for the fiscal year beginning July
2 33 1, 2000, for any of the following:
2 34 a. To the state board of regents for the state school for

reduction. Allows the Governor to transfer funds pursuant to Section 8.39, Code of Iowa. Requires the Department of Management to submit a report to the Chairpersons and Ranking Members of the Appropriations Committees specifying how the reductions were applied and if any transfers were authorized.

Specifies that the reductions made in Subsection 1 shall not apply to the following appropriations:

- School for the Deaf
- Braille and Sight Saving School
- Specified Department of Human Services Appropriations
- Department of Corrections Facilities
- Department of Corrections Debt Payments
- Unemployment Compensation
- Personal Property Tax Replacement
- Franchise Tax Revenue Allocation
- Statewide Fire and Police Retirement System
- Federal Cash Management and Improvement Act Interest
- Livestock Production Tax Refunds
- Homestead Tax Credit
- Extraordinary Property Tax Credit
- Agriculture Land Tax Credit
- Military Services Tax Credit
- Property Tax Relief Fund
- Machinery and Equipment Property Tax Replacement
- Cigarette Tax Stamps
- Iowa Veterans Home
- Iowa Communications Network Debt Service
- Early Intervention Block Grant Program
- State School Aid and Instructional Support
- Child Development Grants
- Nonpublic School Transportation
- Educational Excellence
- School Improvement and Technology
- Regents Tuition Replacement

2 35 the deaf and the Iowa braille and sight saving school in 2000
3 1 Iowa Acts, chapter 1223, section 11, and other enactments
3 2 making appropriations from the general fund of the state for
3 3 the schools for that fiscal year.
3 4 b. To the department of human services in 2000 Iowa Acts,
3 5 chapter 1228, and other enactments making appropriations from
3 6 the general fund of the state to the department for that
3 7 fiscal year for the following purposes: medical assistance,
3 8 pharmaceutical case management study, health insurance premium
3 9 payment program, children's health insurance program, medical
3 10 contracts, and state supplementary assistance.
3 11 c. To the department of corrections in 2000 Iowa Acts,
3 12 chapter 1229, and other enactments making appropriations from
3 13 the general fund of the state to the department for that
3 14 fiscal year for the following purposes: for correctional
3 15 facilities under 2000 Iowa Acts, chapter 1229, section 4, and
3 16 for annual payment relating to the financial arrangement for
3 17 the construction or expansion of prison capacity, under 2000
3 18 Iowa Acts, chapter 1229, section 5, subsection 3.
3 19 d. To appropriations made from the general fund of the
3 20 state for the following purposes: state unemployment
3 21 compensation in section 96.13, personal property tax
3 22 replacement in section 405A.8, franchise tax revenue
3 23 allocation in section 405A.10, statewide fire and police
3 24 retirement system in section 411.20, federal Cash Management
3 25 and Improvement Act interest costs in section 421.31,
3 26 livestock production credit refund in section 422.121,
3 27 homestead tax credit in section 425.1, extraordinary property
3 28 tax credit and reimbursement in section 425.39, agricultural
3 29 land tax credit in section 426.1, military service tax credit
3 30 in section 426A.1A, property tax relief fund in section
3 31 426B.1, industrial machinery, equipment and computers property
3 32 tax replacement fund in section 427B.19A, and cigarette and
3 33 little cigar tax stamps in section 453A.8.
3 34 e. To the commission of veterans affairs in 2000 Iowa
3 35 Acts, chapter 1222, section 7, subsection 3, and other
4 1 enactments making appropriations from the general fund of the

VETOED: The Governor vetoed this Section, stating that education and human services areas would receive the majority of the reductions.

4 2 state to the commission for that fiscal year for the following
4 3 purpose: for the Iowa veterans home.
4 4 f. To the treasurer of state for Iowa communications
4 5 network debt service in 2000 Iowa Acts, chapter 1226, section
4 6 1.
4 7 g. For the Iowa early intervention block grant program in
4 8 section 256D.5, for instructional support and state aid to
4 9 school corporations in section 257.16, for child development
4 10 grants and other programs for at-risk children in section
4 11 279.51, for nonpublic school pupil transportation in section
4 12 285.2, for educational excellence in section 294A.25, and for
4 13 school improvement technology in section 295.2.
4 14 h. To the state board of regents for tuition replacement
4 15 in 2000 Iowa Acts, chapter 1223, section 11, subsection 1,
4 16 paragraph "b".]

4 17 DIVISION IV
4 18 ADMINISTRATION AND REGULATION

4 19 DEPARTMENT OF GENERAL SERVICES

4 20 Sec. 4. 2000 Iowa Acts, chapter 1231, section 8,
4 21 subsection 3, is amended to read as follows:

4 22 3. CAPITOL PLANNING COMMISSION

4 23 For expenses of the members in carrying out their duties
4 24 under chapter 18A:

4 25 \$ ~~2,000~~
4 26 1,284

CODE: General Fund deappropriation of \$716 from the Capitol Planning Commission of the Department of General Services. The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: A total of \$808 has been expended through the first eight months of the fiscal year for the costs of the Capitol Planning Commission. Approximately \$463 will remain available to pay the costs of the Commission for the last four months of the fiscal year.

4 27 DIVISION V
4 28 AGRICULTURE AND NATURAL RESOURCES

4 29 SOIL CONSERVATION DIVISION

4 30 Sec. 5. 2000 Iowa Acts, chapter 1224, section 1,
4 31 subsection 4, paragraph a, is amended to read as follows:

4 32 a. For salaries, support, maintenance, assistance to soil
4 33 conservation districts, and miscellaneous purposes, and for

CODE: General Fund deappropriation of \$550,000 from the Soil Conservation Division in the Department of Agriculture and Land Stewardship. The appropriation is further reduced by 1.00% pursuant to Division III.

PG LN	Senate File 267	Explanation
4 34	not more than the following full-time equivalent positions:	DETAIL: Funds totaling \$550,000 will be transferred to the Soil Conservation Division from the Environment First Fund.
4 35	..... \$ 6,985,526	
5 1	<u>6,435,526</u>	
5 2	..... FTEs 195.11	
5 3	ENVIRONMENT FIRST FUND — AGRICULTURE	
5 4	Sec. 6. 2000 Iowa Acts, chapter 1225, section 25,	CODE: Environment First Fund deappropriation of \$500,000 from the Voluntary Farm Management Demonstration Project in the Soil Conservation Division.
5 5	subsections 3 and 4, are amended to read as follows:	
5 6	3. To initiate a statewide voluntary farm management	DETAIL: The funds will be transferred to the Soil Conservation Division in the Department of Agriculture and Land Stewardship.
5 7	demonstration program to demonstrate the effectiveness and	
5 8	adaptability of emerging practices in agronomy that protect	
5 9	water resources and provide other environmental benefits:	
5 10	..... \$ 850,000	
5 11	<u>350,000</u>	
5 12	4. For assisting farm operators in applying for project	CODE: Environment First Fund deappropriation of \$50,000 from the Voluntary Grant Writing Program for the Farm Management Demonstration Project in the Soil Conservation Division.
5 13	grants associated with the statewide voluntary farm management	
5 14	demonstration program:	DETAIL: Funds will be transferred to the Soil Conservation Division in the Department of Agriculture and Land Stewardship.
5 15	..... \$ 50,000	
5 16	<u>0</u>	
5 17	Sec. 7. ENVIRONMENT FIRST FUND — SOIL CONSERVATION	Environment First Fund appropriation of \$550,000 to the Division of Soil Conservation in the Department of Agriculture and Land Stewardship.
5 18	DIVISION. There is appropriated from the environment first	DETAIL: This is a one-time appropriation that restores funding to the Division of Soil Conservation.
5 19	fund to the department of agriculture and land stewardship for	
5 20	the fiscal year beginning July 1, 2000, and ending June 30,	
5 21	2001, the following amount, or so much thereof as is	
5 22	necessary, to be used for the purpose designated:	
5 23	For the soil conservation division:	
5 24	..... \$ 550,000	
5 25	DIVISION VI	
5 26	ECONOMIC DEVELOPMENT	

5 27 Sec. 8. 2000 Iowa Acts, chapter 1230, section 1,
 5 28 subsection 2, paragraph a, unnumbered paragraphs 1 and 2, are
 5 29 amended to read as follows:
 5 30 Business development operations
 5 31 For salaries, support, maintenance, miscellaneous purposes,
 5 32 and for not more than the following full-time equivalent
 5 33 positions:
 5 34 \$ 4,810,534
 5 35 4,760,534
 6 1FTEs 27.75

CODE: General Fund deappropriation of \$50,000 from Business Development Operations of the Department of Economic Development (DED). The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: Reductions are from budgeted but unspent amounts for the first half of FY 2001 in advertising, state aid, and out-of-state travel.

6 2 Sec. 9. 2000 Iowa Acts, chapter 1230, section 1,
 6 3 subsection 3, paragraph a, is amended to read as follows:
 6 4 a. Community assistance
 6 5 For salaries, support, maintenance, miscellaneous purposes,
 6 6 and for not more than the following full-time equivalent
 6 7 positions for administration of the community economic
 6 8 preparedness program, the Iowa community betterment program,
 6 9 and the city development board:
 6 10 \$ ~~855,031~~
 6 11 805,031
 6 12 FTEs 10.50

CODE: General Fund deappropriation of \$50,000 from Community Assistance Programs of the DED. The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: Reductions are from unspent amounts due to a vacant position.

6 13 Sec. 10. 2000 Iowa Acts, chapter 1230, section 1,
 6 14 subsection 3, paragraph c, unnumbered paragraphs 1 and 2, are
 6 15 amended to read as follows:
 6 16 Community development program
 6 17 For salaries, support, maintenance, miscellaneous purposes,
 6 18 and for not more than the following full-time equivalent
 6 19 positions, for rural resource coordination, rural community
 6 20 leadership, rural innovations grant program, and the rural
 6 21 enterprise fund:
 6 22 \$ ~~958,440~~
 6 23 908,440
 6 24 FTEs 7.50

CODE: General Fund deappropriation of \$50,000 from the Community Development Programs of the DED. The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: Reductions are from unspent amounts available due to vacant positions.

6 25 Sec. 11. 2000 Iowa Acts, chapter 1230, section 1,
6 26 subsection 5, unnumbered paragraphs 1 and 2, are amended to
6 27 read as follows:

6 28 Tourism operations and advertising
6 29 For salaries, support, maintenance, miscellaneous purposes,
6 30 and for not more than the following full-time equivalent
6 31 positions:

6 32 \$ ~~4,940,413~~
6 33 4,890,413
6 34 FTEs 18.52

CODE: General Fund deappropriation of \$50,000 from Tourism Operations and Advertising of the DED. The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: Reductions are from budgeted but unspent amounts for the first half of FY 2001 in advertising.

6 35 DEPARTMENT OF WORKFORCE DEVELOPMENT

7 1 Sec. 12. 2000 Iowa Acts, chapter 1230, section 10,
7 2 subsection 1, is amended to read as follows:

7 3 1. DIVISION OF LABOR SERVICES

7 4 For the division of labor services, including salaries,
7 5 support, maintenance, miscellaneous purposes, and for not more
7 6 than the following full-time equivalent positions:

7 7 \$ ~~3,429,686~~
7 8 3,425,686
7 9 FTEs 92.00

7 10 From the contractor registration fees, the division of
7 11 labor services shall reimburse the department of inspections
7 12 and appeals for all costs associated with hearings under
7 13 chapter 91C, relating to contractor registration.

CODE: General Fund deappropriation of \$4,000 from the Labor Services Division of Iowa Workforce Development (IWD). The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: Reductions are from budgeted but unspent amounts for the first half of FY 2001 due to vacant positions.

7 14 SCHOOL-TO-CAREER PROGRAM

7 15 Sec. 13. 2000 Iowa Acts, chapter 1230, section 34, is
7 16 amended to read as follows:

7 17 SEC. 34. In lieu of the appropriation made in section
7 18 15.365, subsection 3, there is appropriated for the fiscal
7 19 year beginning July 1, 2000, and ending June 30, 2001,
7 20 ~~\$100,000, or so much thereof as is necessary, \$0~~ from the
7 21 general fund of the state to the department of economic
7 22 development to pay refunds as provided under section 15.365.

CODE: General Fund deappropriation of \$100,000 from the School-to-Career Refund of the DED.

DETAIL: The Program has not expended any funds in FY 2001. For FY 2002, House File 695 (School-to-Career Program Act) was passed by the General Assembly in May 3 and signed into law May 31, 2001. In lieu of the \$100,000 standing limited, \$35,000 was appropriated for the Program's operation expenses.

7 23 DIVISION VII
7 24 HUMAN SERVICES

7 25 HAWK-I PROGRAM

7 26 Sec. 14. 2000 Iowa Acts, chapter 1228, section 11,
7 27 unnumbered paragraph 2, is amended to read as follows:
7 28 For maintenance of the healthy and well kids in Iowa (HAWK-
7 29 I) program pursuant to chapter 514I for receipt of federal
7 30 financial participation under Title XXI of the federal Social
7 31 Security Act, which creates the state children's health
7 32 insurance program:
7 33 \$ 4,984,508
7 34 3,684,508

CODE: General Fund deappropriation of \$1,300,000 from the State Children's Health Insurance Program (SCHIP).

DETAIL: The estimated reversion expected in the Healthy and Well Kids of Iowa (HAWK-I) portion of the Program for FY 2001 is \$4,300,000.

7 35 STATE CASES

8 1 Sec. 15. 2000 Iowa Acts, chapter 1228, section 24,
8 2 subsection 1, unnumbered paragraph 1, is amended to read as
8 3 follows:
8 4 For purchase of local services for persons with mental
8 5 illness, mental retardation, and developmental disabilities
8 6 where the client has no established county of legal
8 7 settlement:
8 8 \$ 13,308,845
8 9 12,608,845

CODE: General Fund deappropriation of \$700,000 from the State Cases appropriation of the Department of Human Services. The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: The funds are available due to an anticipated ending balance remaining at the end of FY 2001 due to decreased expenditures and the impact of the Adult Rehabilitation Options funding streams initiated January 1, 2001.

8 10 MH/MR/DD ALLOWED GROWTH
8 11 RISK POOL

8 12 Sec. 16. 1999 Iowa Acts, chapter 208, section 1,
8 13 unnumbered paragraphs 2 and 3, and subsection 4, as amended by
8 14 2000 Iowa Acts, chapter 1228, section 38, are amended to read
8 15 as follows:
8 16 For distribution to counties of the county mental health,
8 17 mental retardation, and developmental disabilities allowed
8 18 growth factor adjustment, in accordance with section 331.438,
8 19 subsection 2, and section 331.439, subsection 3, and chapter

CODE: General Fund deappropriation of \$1,113,459 from the Mental Health/Mental Retardation/Developmental Disability Program for mental health costs for county expenditures. Deappropriates the Risk Pool allocation. The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: This includes \$913,459 remaining from the FY 2000 appropriation after action by the Risk Pool Board and the

PG LN	Senate File 267	Explanation
8 20	426B:	deappropriation in SF 2435 (FY 2001 Human Services Appropriations Act) and \$200,000 from reducing the FY 2001 appropriation of \$2,000,000. A total of \$1,800,000 remains for the Risk Pool Board action for applications for funding due by April 1, 2001.
8 21	..... \$ 20,982,446	
8 22	..... 19,868,987	
8 23	The funding appropriated in this section is the allowed	
8 24	growth factor adjustment for fiscal year 2000–2001, and is	
8 25	allocated as follows:	
8 26	4. For deposit in the risk pool created in the property	
8 27	tax relief fund pursuant to section 426B.5, subsection 3:	
8 28	..... \$ 1,208,844	
8 29	..... 95,385	
8 30	DIVISION VIII	
8 31	JUDICIAL BRANCH	
8 32	[Sec. 17. 2000 Iowa Acts, chapter 1227, section 2, is	VETOED
8 33	amended to read as follows:	
8 34	SEC. 2. JUDICIAL RETIREMENT FUND. There is appropriated	CODE: General Fund deappropriation of \$422,000 from the State's contribution to the Judicial Retirement Fund.
8 35	from the general fund of the state to the judicial retirement	
9 1	fund for the fiscal year beginning July 1, 2000, and ending	DETAIL: The amount deappropriated reflects the savings related to reducing the employer's contribution rate from 23.70% to 16.60% of covered payroll.
9 2	June 30, 2001, the following amount, or so much thereof as is	
9 3	necessary, to be used for the purpose designated:	VETOED: The Governor vetoed this Section, stating the Judicial Retirement Fund was not actuarially sound.
9 4	For the state's contribution to the judicial retirement	
9 5	fund established in section 602.9104, in the amount of 23.7	
9 6	16.6 percent of the basic salaries of the judges covered under	
9 7	chapter 602, article 9:	
9 8	..... \$ 4,499,350	
9 9	..... 4,077,350	
9 10	[JUDICIAL RETIREMENT STATUTORY PROVISION	VETOED
9 11	Sec. 18. Section 602.9104, subsection 4, paragraph b, Code	
9 12	2001, is amended to read as follows:	CODE: Reduces the employer's contribution rate to the Judicial Retirement Fund by 7.10% from 23.70% to 16.60% of covered payroll.
9 13	b. Effective with the fiscal year commencing July 1, 1994,	
9 14	and for each subsequent fiscal year until the system attains	DETAIL: This action requires the FY 2001 General Fund appropriation for the Judicial Retirement Fund to be reduced by \$422,000 (based on the last eight periods of the fiscal year), and the FY 2002 General Fund appropriation to be reduced by \$1,292,738.
9 15	fully funded status, based upon the benefits provided for	
9 16	judges through the judicial retirement system as of July 1,	
9 17	2001, the state shall contribute annually to the judicial	
9 18	retirement fund an amount equal to at least twenty-three and	

9 19 ~~seven-tenths~~ sixteen and six-tenths percent of the basic
 9 20 salary of all judges covered under this article. Commencing
 9 21 with the first fiscal year in which the system attains fully
 9 22 funded status, based upon the benefits provided for judges
 9 23 through the judicial retirement system as of July 1, 2001, and
 9 24 for each subsequent fiscal year, the state shall contribute to
 9 25 the judicial retirement fund the required contribution rate.
 9 26 The state's contribution shall be appropriated directly to the
 9 27 judicial retirement fund.]

VETOED: The Governor vetoed this Section, stating that the Judicial Retirement Fund is not actuarially sound.

9 28 DIVISION IX
 9 29 TRANSPORTATION

9 30 Sec. 19. 2000 Iowa Acts, chapter 1216, section 1,
 9 31 subsections 1 and 2, are amended to read as follows:
 9 32 1. For airport engineering studies and improvement
 9 33 projects as provided in chapter 328:
 9 34 \$ ~~2,475,000~~
 9 35 2,435,000
 10 1 Of the amount appropriated in this subsection, \$25,000
 10 2 shall be allocated to the Iowa civil air patrol.

CODE: General Fund deappropriation of \$40,000 from the Department of Transportation's State Aviation Assistance Program. The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: This deappropriation represents a 1.62% reduction compared to FY 2001 estimated net appropriation to the Program in FY 2001. The funds are used to provide improvement grants and air service marketing for Iowa's 113 general aviation airports.

10 3 2. For the rail assistance program and to provide economic
 10 4 development project funding:
 10 5 \$ ~~662,000~~
 10 6 602,000

CODE: General Fund deappropriation of \$60,000 from the Department of Transportation's Railroad Assistance Program. The appropriation is further reduced by 1.00% pursuant to Division III.

DETAIL: This deappropriation represents a 9.06% reduction compared to FY 2001 estimated net appropriation to the Program. The funds are used to provide assistance for the restoration, conservation, improvement, and construction of railroad mail lines, branch lines, and switching yards.

PG LN	Senate File 267	Explanation
10 7	DIVISION X	
10 8	EFFECTIVE DATE	
10 9	Sec. 20. EFFECTIVE DATE. This Act, being deemed of	Specifies the Act is effective upon enactment.
10 10	immediate importance, takes effect upon enactment.	
10 11	SF 267	
10 12	jp/cc/26	